ZZ RAR 438 CYPRUS

NEGGTIATORS -- GLAFROS CLERIUES AND RAUF DENKTASH -- WILL RESUME TALKS HERE TOMORNOW MERNING TO DISCUSS THE SITUATION IN THE ISLAND FOLLOWING THE TURKISH INVASION LAST JULY.

WR CLERIDES LAST WEEK ASKED FOR A BREAK IN THE TALKS WHILE HIS FOSITION AS REPRESENTATIVE OF THE GREEK CYPRICT COMMUNITY WAS BEING CLARIFIED.

HE ASSUMED THE PRESIDENCY OF CYPRUS AFTER ARCHBISHOP MAKARIOS WAS OVERTHROWN IN THE JULY 15 COUP THAT PROVOKED THE TURKISH INTERVENTION.

MR CLERIDES SAID A WEEK AGO THAT HE WAS CONSIDERING RESIGNING, BUT DECIDED TO CARRY ON AFTER RECEIVING MESSAGES OF SUPPORT FROM ARCHBISHOP MAKARIOS, GREEK PREMIER CONSTANTINE KARAMANLIS, AND CYPRIOT POLITICIANS AND MEMBERS OF THE PUBLICA

MORE 1818

ZZ RNR 440 CYPRUS 2 NICOSIA

THE TURKISH CYPRIOT SIDE IS PRESSING FOR THE TRANSFER OF ABOUT 50,000 MEMBERS OF THEIR COMMUNITY FROM GREEK-CONTROLLED AREAS TO THE NORTHERN HALF OF THE ISLAND, NOW CONTROLLED BY THE TURKISH ARMY.

BUT THEY ARE NOT WILLING TO PERMIT THE RETURN OF AT LEAST 200,000 GREEK CYPHIOIS, WHO FLED THEIR VILLAGES IN THE PATH OF THE TURKISH INVADING FORCES.

MANY GREEK CYPRIOT REFUGEES ARE IN THE TWO ERITISH MILITARY BASES OF DHEKELIA AND EPISKOPI ON THE SOUTHERN COASTLINE, AND THERE ARE ALSO ABOUT 8,000 TURKISH CYPRIOT REFUGEES AT EPISKOPI.

THE TWO NEGOTIATORS WILL HAVE TO SETTLE THE FATE OF THE REFUGEES BEFORE THEY CAN GO ON TO DEAL WITH THE SHAPE OF THE NEW CYPRUS STATE. THE TURKISH SIDE IS NEGOTIATING FROM A POSITION OF STRENGTH IN DEMANDING A "BI-REGIONAL FEDERATION" WITH A CENTRAL GOVERNMENT SHARED BETWEEN THE TWO COMMUNITIES.

REUTER 1820